GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:68
ANSWERED ON:20.11.2000
INCREASE IN CAPACITY OF POWER
NOOTANAKALAVA RAMAKRISHNA REDDY

Will the Minister of POWER be pleased to state:

(a) whether the Government propose to increase the capacity of 1 lakh MW electricity during the next 10 years;

(b) if so, the total investment required to achieve this target; and

(c) the details of sources from where the required funds for investment to achieve the above target are likely to be mobilized?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER (SHRIMATI JAYAWANTI MEHTA)

(a) to (c) : It is presently estimated that in order to meet full demand of electricity expected by 2012 an additional capacity of approximately 1,00,000 MW needs to be set up by the end of the Eleventh Five Year Plan. The total investment required to achieve this target along with matching transmission and distribution facility will be around Rs.8,00,000 crore. The funds required for the Central Sector would be raised through internal resources including retained earnings, issue of bonds etc. Additionally external resources would be tied up by way of foreign assistance from bilateral/multilateral institutions like World Bank, ADB, JBIC etc.The funds required for the State Sector would be obtained through internal resources of SEBs/utilities Annual Planallocations, loans from Indian Financial Institutions andbilateral/multilateral assistance. The private sector is projected to meet nearly half of the additional installed capacity, through their own equity, retained earnings and borrowings from financial institutions etc.